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Lafayette, Louisiana
July 16, 2001

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Hon. Philip N. Asprodites
Office of Conservation
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: 12,200' Sand, Reservoir A
Kings Bayou Field
Cameron Parish, Louisiana

Dear Commissioner Asprodites:

Application is hereby made on behalf of **TRANSWORLD EXPLORATION & PRODUCTION, INC.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the 12,200' Sand, Reservoir A, in the Kings Bayou Field, Cameron Parish, Louisiana:

1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the 12,200' Sand, Reservoir A, in the Kings Bayou Field, Cameron Parish, Louisiana, said unit to be designated 12200 RA SUA, as shown on the plat attached hereto and made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate Transworld Exploration & Production, Inc. as operator of the proposed unit.
4. To designate the Transworld Exploration & Production, Inc. – Reina No. 1 ST Well as unit well for the proposed unit.

5. To provide that any future wells drilled to the 12,200' Sand, Reservoir A, in the Kings Bayou Field, should be exempt from the spacing provisions of Statewide Order No. 29-E.

6. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order without the necessity of a public hearing should the producing characteristics of such reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.

7. To consider such others matters as may be pertinent.

The 12,200' Sand, Reservoir A, in the Kings Bayou Field, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 12,394 feet and 12,436 feet (electrical log measurements) in the Transworld Exploration & Production, Inc. (formerly Shell Western E&P Inc.) – M. Reina No. 1 Well (OH), located in Section 35, Township 14 South, Range 7 West, Cameron Parish, Louisiana.

Pertinent data, including well logs, may be obtained **AT THE COST OF THE REQUESTING PARTY** from Mr. W. H. Robbins & Associates, 140 Rue Beauregard, Suite 100, Lafayette, Louisiana 70508, Telephone No. 337/232-5004.

Pursuant to the Rules of Procedure, a pre-application conference was held in Lafayette, Louisiana, on July 5, 2001, at which the parties named on the attached list were in attendance. The conference was opened by representatives of the applicant who explained the geological bases for the unit being requested. Several questions were asked and answered. One counterplan was presented by a landowner proposing a unit much larger than that of the applicant's. Differences could not be resolved, and the conference was then adjourned.

In light of the opposition expressed at the conference, Transworld has reviewed its original proposal and has decided to make a few minor changes. The top of the sand was raised by two feet to insure perforations are within the defined interval. A slight adjustment was made to the placement of the south bounding fault and the down dip limit was moved to a midpoint position which is also about one-half (1/2) sand thickness below the base of proven production. These changes cause approximately six (6) acres to be added to the proposed unit (increased from 25 acres to 31 acres). Should any party wish to confer regarding the applicant's current unit proposal, please notify the undersigned.

Attached hereto and made a part hereof is a revised plat outlining the applicant's proposal, the conference attendance list and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, said list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the list of parties will be furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

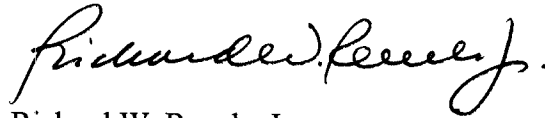
July 16, 2001

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Page 3

Finally, enclosed is our check on behalf of the applicant, in the amount of \$700.00, made payable to the Office of Conservation representing the required hearing application fee.

Very truly yours,



Richard W. Revels, Jr.

RWRjr/dbf
Attachments

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom
Brandy Wine III, Suite 220
Lafayette, LA 70508

cc: Interested Owners, Represented Parties
and Interested Parties

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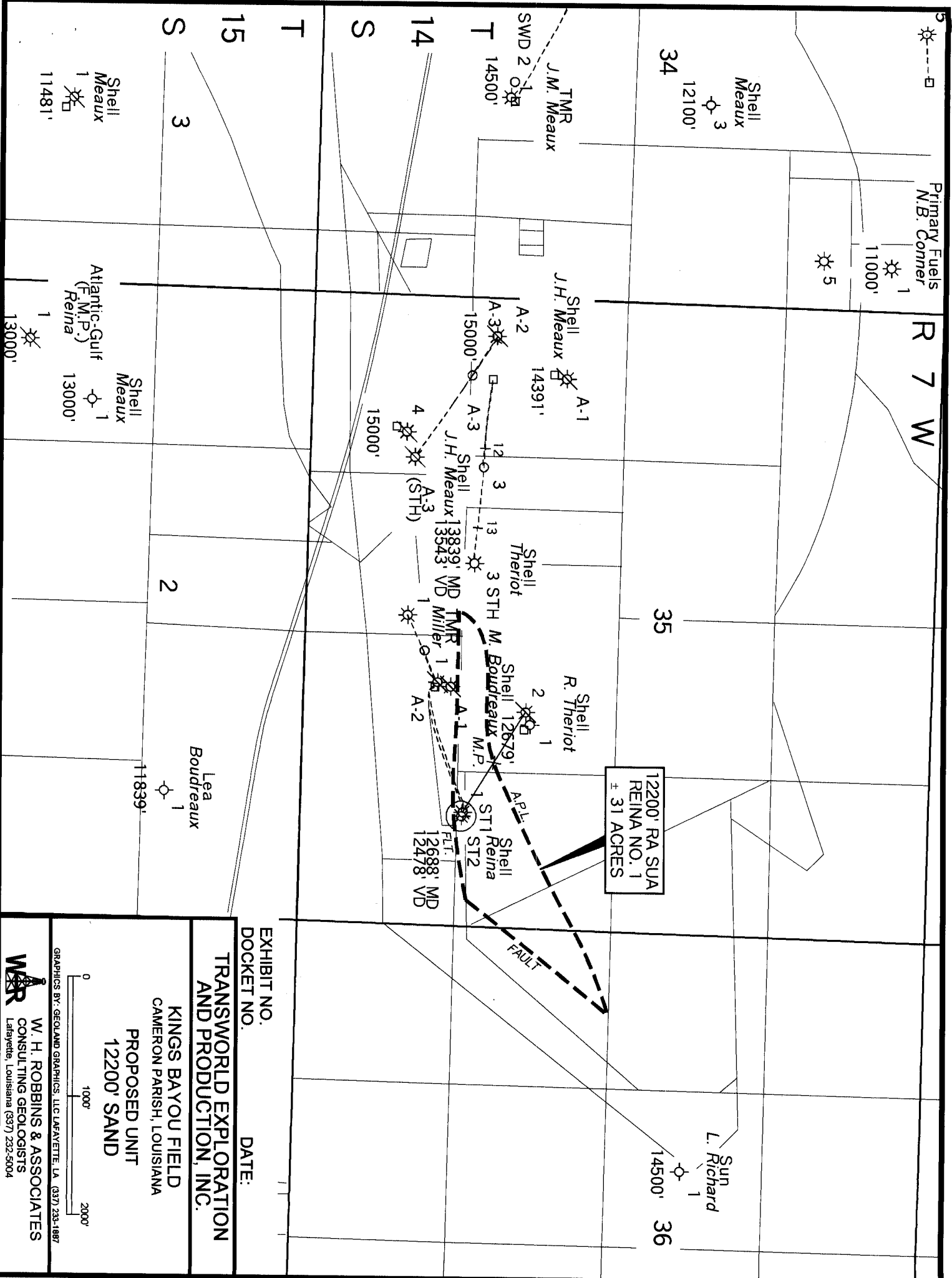


EXHIBIT NO.
DOCKET NO.

DATE:

TRANSWORLD EXPLORATION
AND PRODUCTION, INC.

KINGS BAYOU FIELD
CAMERON PARISH, LOUISIANA
PROPOSED UNIT
12200' SAND

GRAPHICS BY: GEOLAND GRAPHICS, LLC LAFAYETTE, LA (337) 233-1887

W.H. ROBBINS & ASSOCIATES
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004